#55 06/14/2022 (0-2022-103)

ORDINANCE NUMBER O- 21464 (NEW SERIES)

DATE OF FINAL PASSAGE JUN 272022

AN ORDINANCE AMENDING CHAPTER 5, ARTICLE 10, DIVISION 1 OF THE SAN DIEGO MUNICIPAL CODE BY AMENDING SECTIONS 510.0102 AND 510.0104, AND ADDING NEW SECTION 510.0112, RELATING TO ACCEPTING THE CALIFORNIA COASTAL COMMISSION'S SUGGESTED MODIFICATIONS REQUIRED FOR CERTIFICATION OF THE CITY'S SHORT-TERM RESIDENTIAL OCCUPANCY REGULATIONS.

WHEREAS, on April 14, 2021, by Ordinance O-21305 (STRO Ordinance), the Council of the City of San Diego (Council) adopted amendments to the San Diego Municipal Code (Municipal Code) to regulate short-term residential occupancy (STRO) use of dwelling units in the City of San Diego; and

WHEREAS, the STRO Ordinance contained changes to the Land Development Code, which serves as the Implementation Plan to the City's certified Local Coastal Program (LCP) and contained changes to Chapter 1 and Chapter 5 of the Municipal Code, which are not in the LCP; and

WHEREAS, the California Coastal Commission (Commission) found aspects of the STRO licensing process, proposed as business regulations in Chapter 5 of the Municipal Code, also function as land use regulations of a high priority to the Commission under the Coastal Act relating to overnight accommodations; and

WHEREAS, the Commission proposed to include specific definitions in Municipal Code section 510.0102 and licensing provisions in Municipal Code section 510.0104 through amendment of the certified Implementation Plan to the City's certified LCP; and

WHEREAS, as an amendment to the City's certified LCP, the STRO Ordinance must be certified by the Commission as consistent with Coastal Act policies prior to being effective in the Coastal Overlay Zone; and

WHEREAS, on March 9, 2022, the Commission considered certification of the STRO Ordinance: and

WHEREAS, the Commission, concerned with the potential for a substantial adverse impact on the public's ability to visit the coast and the difficulty in predicting the ramifications of the STRO Ordinance on the market for such accommodations, approved the STRO Ordinance with modifications to place a sunset clause of January 1, 2030 on the application of the STRO Ordinance licensing requirement in the Coastal Overlay Zone and to ensure that when Tier III licenses are distributed by lottery, it shall be by a methodology that distributes licenses proportionately to community planning area demand for licenses; and

WHEREAS, the City desires to accept the Commission's modifications; NOW, THEREFORE.

BE IT ORDAINED, by the Council of the City of San Diego, as follows:

Section 1. That Chapter 5, Article 10, Division 1 of the San Diego Municipal Code is amended by amending sections 510.0102 and 510.0104, and by adding new section 510.0112, as follows:

§510.0102 Definitions

For the purpose of this Article, the following definitions shall apply and appear in the text in italicized letters:

Booking service through Whole home [No change in text.]

[Editor's Note: The defined terms "dwelling unit," "guest," "home share," "host," "license," "primary residence," "short term residential occupancy," and "whole home" are part of the certified Local Coastal Program for the City of San Diego. An amendment by the City of San Diego to any of these definitions will not apply within the Coastal Overlay Zone until the California Coastal Commission certifies the changes as an amendment to the Local Coastal Program and the amendment becomes effective.]

§510.0104 Short-Term Residential Occupancy Regulated

- (a) through (c) [No change in text.]
- (d) Tier Three License: Whole Home Short-Term Residential Occupancy
 Outside of Mission Beach Community Planning Area.
 - (1) Through (4) [No change in text.]
 - (5) Tier Three Licenses issued on a lottery basis shall be issued to each Community Planning Area in proportion to the Community Planning Area's percentage of the overall Tier Three License applicant pool.
- (e) [No change in text.]

[Editor's Note: Section 510.0104(b) - (e), inclusive, are part of the certified Local Coastal Program for the City of San Diego. An amendment to any section will not apply within the Coastal Overlay Zone until the California Coastal Commission certifies the change as an amendment to the Local Coastal Program and the amendment becomes effective.]

§510.0112 Sunset Clause

The provisions of Sections 510.0102 and 510.0104 that are part of the City of San Diego's certified Local Coastal Program shall be in effect in the Coastal Overlay Zone until January 1, 2030. This section may be amended prior to the expiration date, however, if not amended by January 1, 2030, then the licensing requirement for *short-term residential occupancy* will no longer be in effect in the

Coastal Overlay Zone. The January 1, 2030, deadline may be extended for good cause by the Executive Director of the Coastal Commission.

Section 2. That a full reading of this Ordinance is dispensed with prior to passage, a written copy having been made available to the Council and the public prior to the day of its passage.

Section 3. That this Ordinance shall not take effect until the date the Commission unconditionally certifies these provisions as a Local Coastal Program amendment, or until the thirtieth day from and after its final passage, whichever occurs later.

APPROVED: MARA W. ELLIOTT, City Attorney

By

/s/ Heather M. Ferbert

Heather M. Ferbert

Deputy City Attorney

HMF:sc 04/28/2022

Or.Dept: Council District 2

Doc. No.: 2967200

I hereby certify that the foregoing Ordinance was passed by the Council of the City of San Diego, at this meeting of _______.

ELIZABETH S. MALAND City Clerk

By Connie Fatters or Deputy City Clerk

Approved:	6/27/22	Godd from		
	(date)	TODD GLOPIA, Mayor		
Vetoed:	(date)	TODD GLORIA, Mayor		

STRIKEOUT ORDINANCE

OLD LANGUAGE: Struck Out

NEW LANGUAGE: Double Underline

ORDINANCE NUMBER O	(NEW SERIES)
DATE OF FINAL PASSAGE	

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For the purpose of this Article, the following definitions shall apply and appear in the text in italicized letters:

Booking service through Whole home [No change in text.]

<u>IEditor's Note:</u> The defined terms "dwelling unit," "guest," "home share," "host," "license," "primary residence," "short term residential occupancy," and "whole home" are part of the certified Local Coastal Program for the City of San Diego. An amendment by the City of San Diego to any of these definitions will not apply within the Coastal Overlay Zone until the California Coastal Commission certifies the changes as an amendment to the Local Coastal Program and the amendment becomes effective.]

§510.0104 Short-Term Residential Occupancy Regulated

- (a) through (c) [No change in text.]
- (d) Tier Three License: Whole Home Short-Term Residential Occupancy
 Outside of Mission Beach Community Planning Area.
 - (1) Through (4) [No change in text.]

(O-2022-103)

(5) Tier Three Licenses issued on a lottery basis shall be issued to each

Community Planning Area in proportion to the Community Planning

Area's percentage of the overall Tier Three License applicant pool.

(e) [No change in text.]

[Editor's Note: Section 510.0104(b) - (e), inclusive, are part of the certified

Local Coastal Program for the City of San Diego. An amendment to any section will not apply within the Coastal Overlay Zone until the California Coastal

Commission certifies the change as an amendment to the Local Coastal Program

and the amendment becomes effective.]

Sunset Clause 8510.0112

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San Diego's certified Local Coastal Program shall be in effect in the Coastal

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expiration date, however, if not amended by January 1, 2030, then the licensing

requirement for short-term residential occupancy will no longer be in effect in the

Coastal Overlay Zone. The January 1, 2030, deadline may be extended for good

cause by the Executive Director of the Coastal Commission,

HMF:sc

04/28/2022

Or.Dept: Council District 2

Doc. No.: 2967193

Passed by the Council of The C	ity of San Dieg	o on <u>JU</u>	N 1 4 2022	_, by the following vote:			
Councilmembers	Yeas	Nays	Not Present	Recused			
Joe LaCava							
Jennifer Campbell							
Stephen Whitburn							
Monica Montgomery Ste	ppe 🖊						
Marni von Wilpert	\mathbb{Z}						
Chris Cate							
Raul A. Campillo	Ź						
Vivian Moreno	ot Z						
Sean Elo-Rivera	$ ot \!\!\! Z$						
Date of final passage	N 2 7 2022	·					
		TODD GLORIA					
AUTHENTICATED BY:		Mayor of The City of San Diego, California.					
			# 1 1 T 1 D F T 1 L 6				
(Seal)		ELIZABETH S. MALAND City Clerk of The City of San Diego, California.					
(Scal)		By Connie Patterson, Deputy					
		Ву <u>"</u>	nnie Pie	Deputy			
I HEREBY CERTIFY that the foregoing ordinance was not finally passed until twelve calendar days had elapsed between the day of its introduction and the day of its final passage, to wit, on							
MAY 17 2022	, ar	nd on	JUN 2 7 2022				
I FURTHER CERTIFY that said ordinance was read in full prior to passage or that such reading was dispensed with by a vote of five members of the Council, and that a written copy of the ordinance was made available to each member of the Council and the public prior to the day of its passage.							
			ELIZABETH S	. MALAND			
(Seal)		City Clerk of The City of San Diego, California.					
By Connie Fatterson, Deput							
Office of the City Clerk, San Diego, California							
		Ordinance Nui	mber 0- 21	464			